

REINSURANCE HOT NEWS March 24, 2008

Transplant Encounter/Financial Field Freeze Memo

> Reinsurance Workshop Agenda

Please find attached a recently released memo for your review.

DATE: March 21, 2008

TO: Health Plan CFOs, Reinsurance Staff and Encounter Staff

FROM: Kathy Rodham, Finance Manager

SUBJECT: Encountering Transplant Services and Ability to Correct Reinsurance

Financial Fields

Currently, the Reinsurance (RI) Unit reviews submitted encounters to ensure the **billed** amounts on the encounters agree with the submitted hard copy information/invoices sent to the RI Unit prior to processing payment. If they are in agreement the RI unit will process payment. Effective October 1, 2008, AHCCCS intends to hold transplant reinsurance payments to contractors until all transplant encounters for each stage (for which payment is requested) are adjudicated and approved by AHCCCS. The total of the **health plan paid** amounts from all the encounters in a specific stage would have to match the hard copy information/invoices sent to the AHCCCS RI Unit when requesting payment. In addition, the submission date for applying the timeliness rule will be the date that all of the encounters for the stage have been submitted and adjudicated and agree to the hard copy information, regardless of when the hard copy information was sent to the RI Unit.

Example 1:

Transplant Stage 1 Date of Service = January 1, 2009
Hard Copy Invoice for Stage 1 sent to RI Unit = April 1, 2009
Adjudicated and approved encounters that tie to invoice received by AHCCCS ("Submission Date") = June 1, 2010

Reinsurance payment will **not** be made as encounters were submitted later than 15 months from date of service.

Example 2:

Transplant Stage 1 Date of Service = January 1, 2009
Hard Copy Invoice for Stage 1 sent to RI Unit = April 1, 2009
Adjudicated and approved encounters that tie to invoice received by AHCCCS ("Submission Date") = June 1, 2009
Reinsurance payment will be made since encounters were submitted within 15 months from date of service. Payment will be made after the June 2009 encounter cycles.

Realizing there are complexities to submitting the transplant encounters due to the unique nature in which they are billed and paid, please discuss any possible

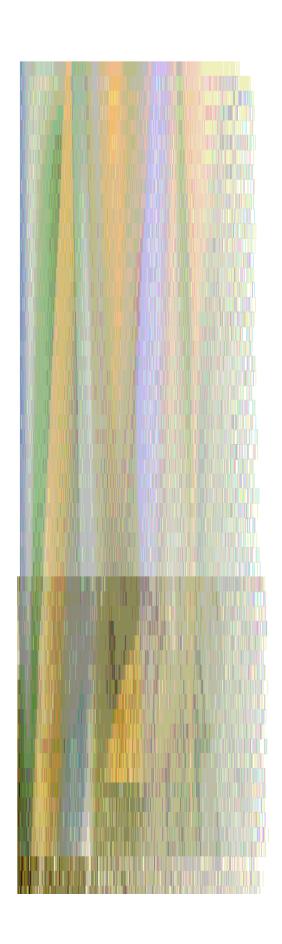
issues/concerns that may arise in terms of properly encountering the health plan paid amounts with your staff that have expertise in this area.

In addition, effective July 1, 2008, you will no longer be able to access reinsurance financial fields for error correction. Corrections will have to be submitted through the normal encounter process (void/replace) to correct the financial information.

These issues are items on the Reinsurance Workshop agenda for March 27th. I would appreciate it if you would bring your detailed concerns/issues in writing to the workshop.

Thank you for your attention to this matter.

Kathy Rodham



Annual Reinsurance Workshop

March 27, 2008 8:30 am - 1:00 pm 701 East Jefferson Street Gold Room Phoeníx, Arízona

8:30 - 9:30 Reinsurance Overview, Processes and Changes

- Reinsurance Action Requests
- Research/Detail Sheet
- Transplant Stage Encounter Balance (RI115)
- FTP Report Notification
- · AHCCCS Security Re-certification
- Reinsurance Financial Fields
- New Reinsurance Edit Resolution
 Document

9:30 - 10:30 Roll out of New PMMIS Réinsurance Screens

 New PMMIS Reinsurance User Manual

10:30 - 10:45 Break

10:45 - 1:00 Continuation of New PMMIS

Reinsurance Screens

Should we complete the overview early we will dismiss at that time.

To accommodate all attendees
Please RSVP by March 17th 2008 to
Patricia.Peers@azahcccs.gov